

Message Text

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PAGE 01 STATE 006124
ORIGIN AGRE-00

INFO OCT-01 NEA-10 ISO-00 EB-07 L-03 AID-05 IO-13 USIA-15
COME-00 TRSE-00 CIAE-00 INR-07 NSAE-00 PA-02 PRS-01
DODE-00 SS-15 NSC-05 FRB-01 OMB-01 /086 R

DRAFTED BY USDA/CEP/EPD/RESPENCER
APPROVED BY EB/OFD/FPD:PDTAYLOR
OGSM/KOSTEPHENS
OGSM/RESPENCER
OGSM/LTMCELVAIN
OGSM/FAWOODLING
OGSM/GSSHANKLIN
FAS/JDECOURCEY
FAS/ERBEVIS NEA/EGY:CKENNEDY
STATE/FSPILLMAN

-----120156Z 011222 /72-62

P 112239Z JAN 77
FM SECSTATE WASHDC
TO AMEMBASSY CAIRO PRIORITY

UNCLAS STATE 006124

E.O. 11652: N/A

TAGS: EAGR/EG

SUBJECT: CCC CREDIT EGYPT

REFERENCE: (1) CAIRO 17478; (2) FASTO 77; (3) CAIRO 17153

1. REF 3 INDICATED GOE WAS UNSURE WHETHER IT IS OBLIGED
TO PAY INTEREST ON AMOUNTS DELINQUENT UNDER CCC EXPORT
CREDIT SALES PROGRAM (GSM-4). WE HAVE REVIEWED THE ISSUE
AND DETERMINED THAT GOE IS REQUIRED TO PAY INTEREST.

2. SHOULD GOE OFFICIALS RAISE THIS POINT AGAIN, EMBASSY
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MAY DRAW ON FOLLOWING TO EXPLAIN WHY EGYPT OWES INTEREST
ON GSM-4 DELINQUENCIES:

(A) ALL COVERING LETTERS OF CREDIT CONTAIN STATEMENT:
"DRAFTS DRAWN PURSUANT TO THIS CREDIT MUST BE
ACCOMPANIED BY YOUR (CCC'S) WRITTEN STATEMENT THAT
THE AMOUNT IS DUE UNDER THE TERMS AND CONDITIONS OF

FINANCING APPROVAL NO. ISSUED PURSUANT TO
ANNOUNCEMENT NO. GSM-4."

(B) SECTION 1488.7 INTEREST CHARGES OF THE GSM-4
REGULATIONS CLEARLY STATES: ". . . .THE INTEREST
RATE APPLICABLE TO A PARTICULAR FINANCING AGREEMENT
SHALL BE SPECIFIED IN THE FINANCING APPROVAL. INTEREST
SHALL ACCRUE ON THE ACCOUNT RECEIVABLE FROM THE DATE OF
DELIVERY OR THE WEIGHTED AVERAGE DELIVERY DATE, OF
THE AGRICULTURAL COMMODITIES DELIVERED UNDER THE
FINANCING AGREEMENT TO THE DATE OF PAYMENT, OR TO
THE DATE OF EXPIRATION OF THE BANK OBLIGATION, WHICHEVER
OCCURS FIRST, AND SHALL BE PAYABLE AS SPECIFIED IN THE
FINANCING APPROVAL. THEREAFTER, INTEREST SHALL ACCRUE
ON ANY UNPAID PART OF BOTH THE PRINCIPAL AND INTEREST DUE
AS OF SUCH EXPIRATION DATE."

3. REFTEL 1 CROSSED IN TRANSMISSION WITH REFTEL 2,
WHICH SUBSTANTIATED PHONE CONVERSATION WITH AGATT.
PARAGRAPH 2, REFTEL 2 POINTS OUT THAT EVEN IF ALL
DELINQUENCIES ARE LIQUIDATED NO, REPEAT NO, ADDITIONAL
CREDIT WOULD BE AVAILABLE.
ROBINSON

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NNN

Message Attributes

Automatic Decaptioning: X
Capture Date: 01-Jan-1994 12:00:00 am
Channel Indicators: n/a
Current Classification: UNCLASSIFIED
Concepts: INSTRUCTIONS, DEBT INTEREST, DEBT REPAYMENTS, EXPORT CREDIT GUARANTEES, PROGRAMS (PROJECTS)
Control Number: n/a
Copy: SINGLE
Sent Date: 11-Jan-1977 12:00:00 am
Decaption Date: 01-Jan-1960 12:00:00 am
Decaption Note:
Disposition Action: n/a
Disposition Approved on Date:
Disposition Case Number: n/a
Disposition Comment:
Disposition Date: 01-Jan-1960 12:00:00 am
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1977STATE006124
Document Source: CORE
Document Unique ID: 00
Drafter: CEP/EPD/RESPENCER
Enclosure: n/a
Executive Order: N/A
Errors: N/A
Expiration:
Film Number: D770011-0137
Format: TEL
From: STATE
Handling Restrictions: n/a
Image Path:
ISecure: 1
Legacy Key: link1977/newtext/t19770161/aaaacub.tel
Line Count: 85
Litigation Code IDs:
Litigation Codes:
Litigation History:
Locator: TEXT ON-LINE, ON MICROFILM
Message ID: 3f092fdb-c288-dd11-92da-001cc4696bcc
Office: ORIGIN AGRE
Original Classification: UNCLASSIFIED
Original Handling Restrictions: n/a
Original Previous Classification: n/a
Original Previous Handling Restrictions: n/a
Page Count: 2
Previous Channel Indicators: n/a
Previous Classification: n/a
Previous Handling Restrictions: n/a
Reference: 77 CAIRO 17478, 77 CAIRO 17153
Retention: 0
Review Action: RELEASED, APPROVED
Review Content Flags:
Review Date: 14-Sep-2004 12:00:00 am
Review Event:
Review Exemptions: n/a
Review Media Identifier:
Review Release Date: n/a
Review Release Event: n/a
Review Transfer Date:
Review Withdrawn Fields: n/a
SAS ID: 3622353
Secure: OPEN
Status: NATIVE
Subject: CCC CREDIT EGYPT
TAGS: EAGR, EAID, EPAP, EG, US
To: CAIRO
Type: TE
vdkgvwkey: odhc://SAS/SAS.dbo.SAS_Docs/3f092fdb-c288-dd11-92da-001cc4696bcc
Review Markings:
Margaret P. Grafeld
Declassified/Released
US Department of State
EO Systematic Review
22 May 2009
Markings: Margaret P. Grafeld Declassified/Released US Department of State EO Systematic Review 22 May 2009